



Malawi Financial Market Update

Week ending 1 April 2022



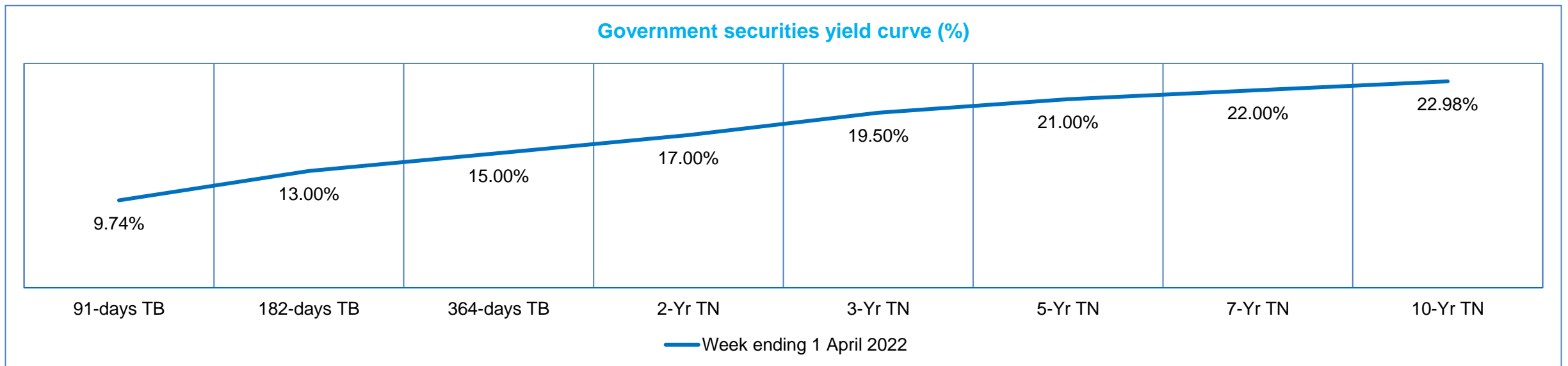
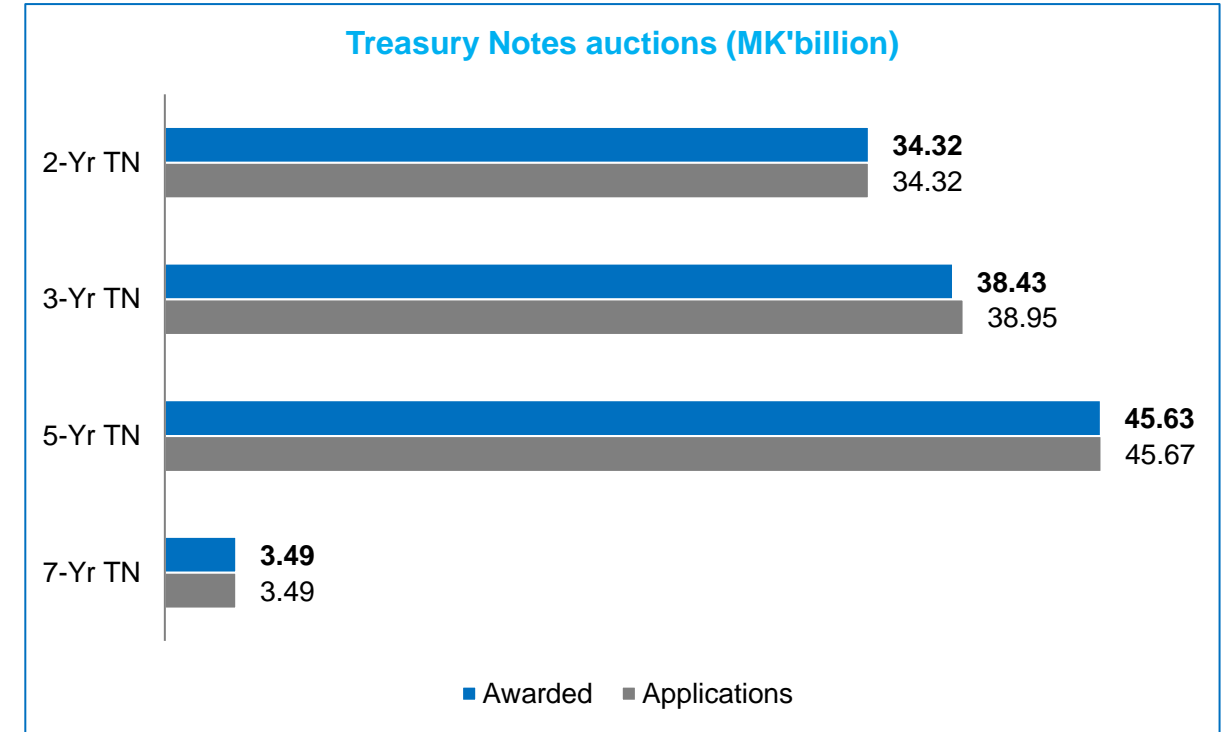
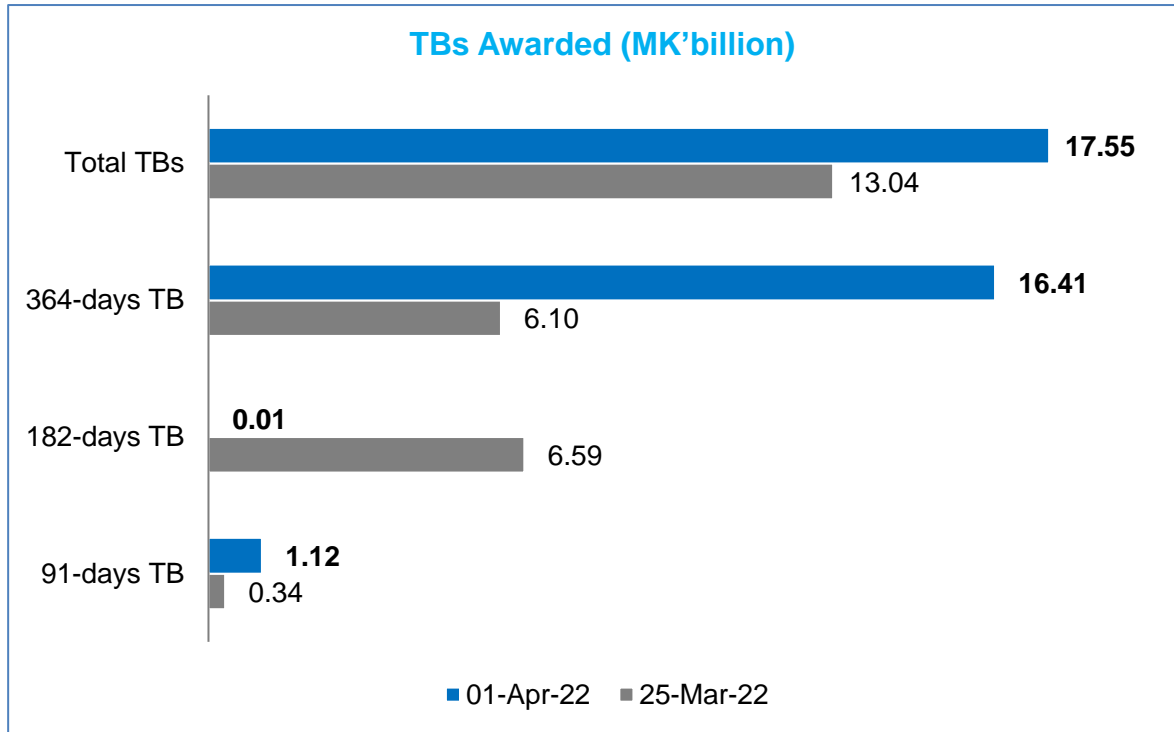
Government securities (Source: RBM)

A total of MK139.42 billion was awarded in this week's auctions of Treasury Bills (TBs), 2-year, 3-year, 5-year and 7-year Treasury Notes (TNs).

MK17.55 billion and MK121.87 billion was awarded in the TBs and TNs auctions, respectively.

The TB auctions had a nil rejection rate, while the TNs auctions had a rejection rate of 0.5%.

The average TB and average TN yields marginally increased to 12.58% from 12.57%, and to 20.50% from 20.48% respectively, during the period under review.



TB: Treasury Bill
TN: Treasury Note
Yr: Year

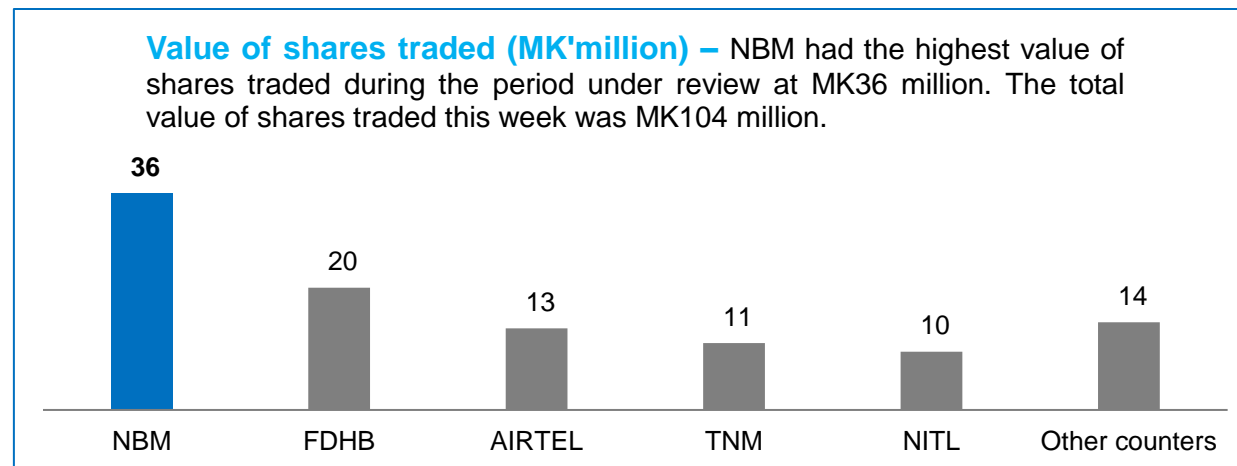
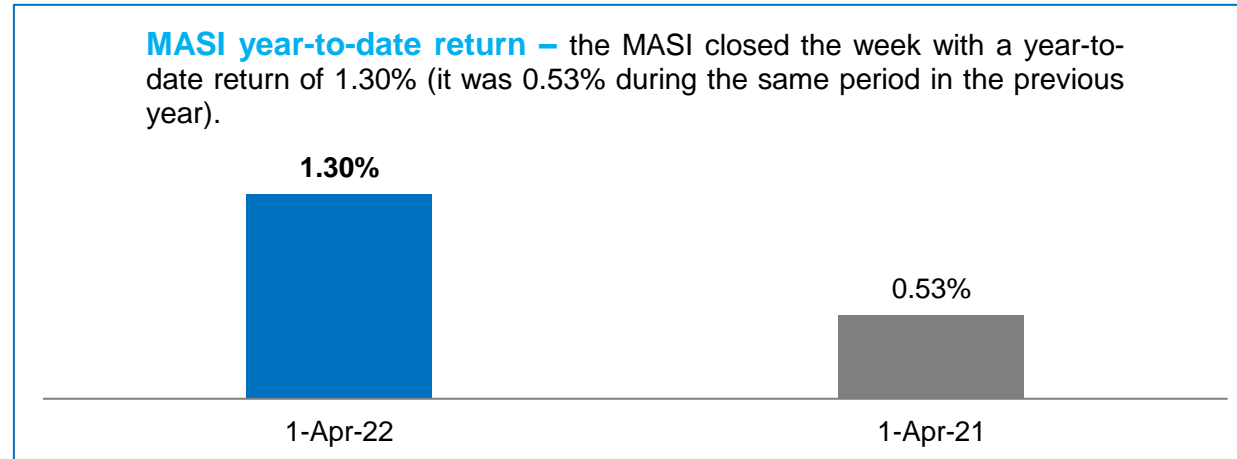
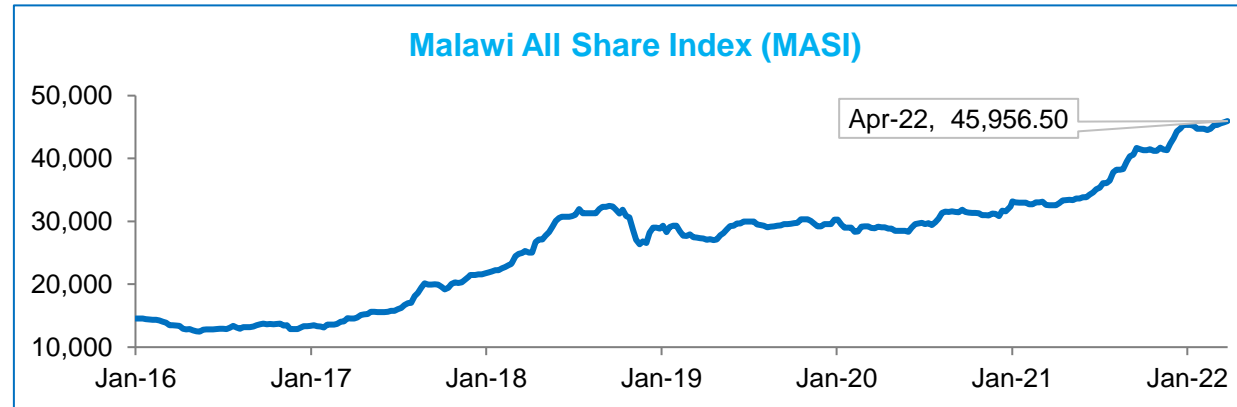


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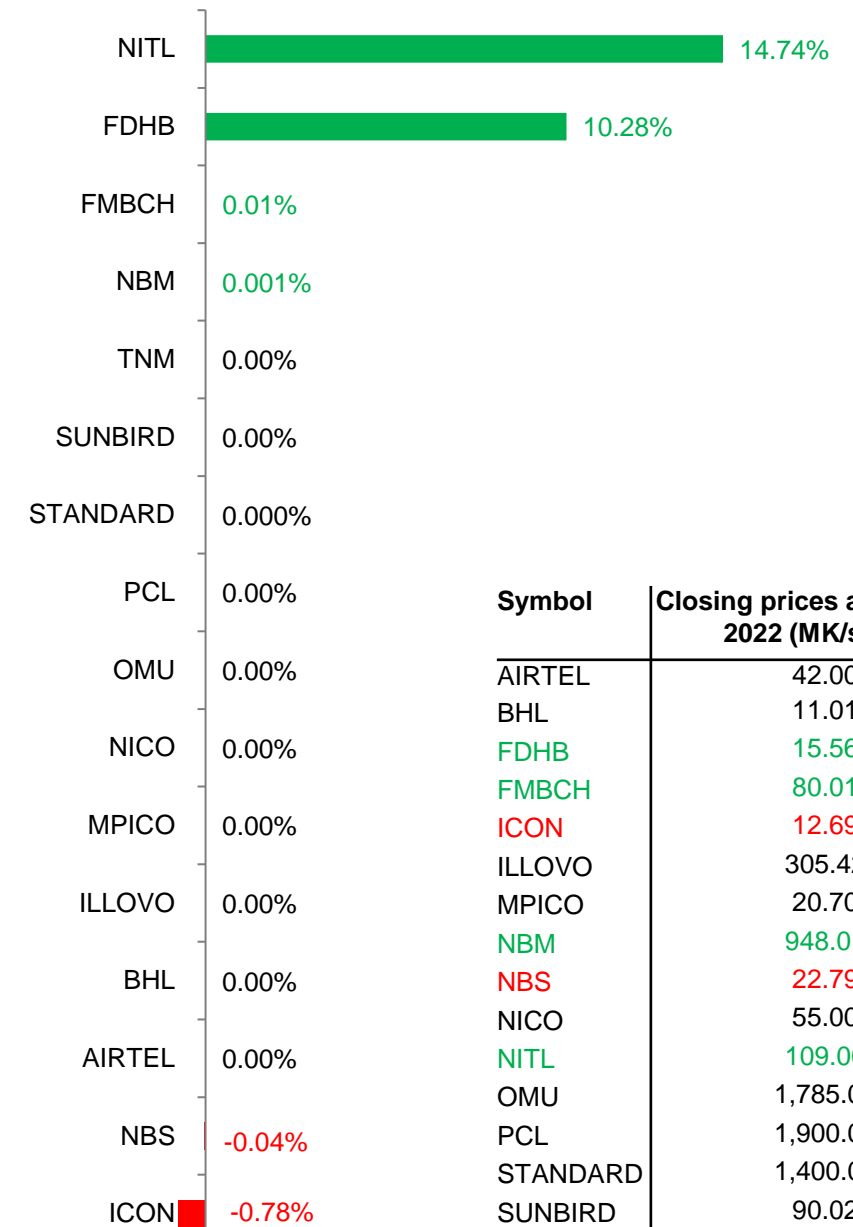
Stock market (Source: MSE)

The stock market was marginally bullish over the period with the Malawi All Share Index (MASI) closing the week ending 1 April 2022 at 45,956.50 points from 45,746.97 points for the week ending 25 March 2022. Week-on-week, this represents an increase of 0.46%.

There were share price gains for NITL, FDH Bank, FMBCH and NBM during the period under review. The share price gains offset marginal share price losses for ICON and NBS during the period under review.



Week-on-week share price gains/losses (%)



Symbol	Closing prices as at 1 April 2022 (MK/share)
AIRTEL	42.00
BHL	11.01
FDHB	15.56
FMBCH	80.01
ICON	12.69
ILLOVO	305.42
MPICO	20.70
NBM	948.01
NBS	22.79
NICO	55.00
NITL	109.00
OMU	1,785.00
PCL	1,900.00
STANDARD	1,400.09
SUNBIRD	90.02
TNM	17.40



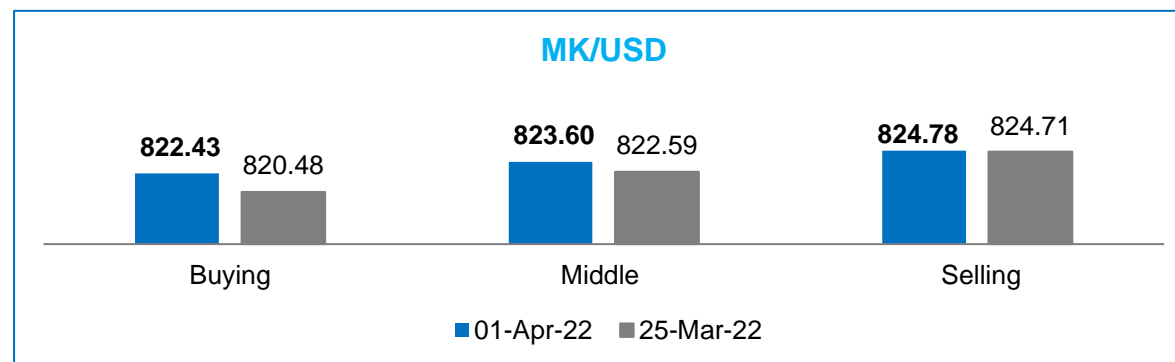
Financial Market Update: Week ending 1 April 2022

Foreign currency market and other market developments (Source: RBM, MSE)

According to their audited financial statements for the period ended 31 December 2021, Sunbird Tourism Plc closed the period with a profit after tax of MK749 million, an increase of 164% from a loss of MK1.18 billion in the previous year.

According to their summary audited results for the year ended 31 December 2021, NITL Plc closed the period with a profit after tax of MK4.67 billion, an increase of 216% from MK1.48 billion in the previous year.

Foreign currency (Source: RBM)



Corporate Announcements

Half year Trading Statements

The following companies wish to advise the public that their profit/loss after tax for the half year is expected to be higher or lower than the previous corresponding period by the specified amount.

Amounts in billions of Malawi Kwacha unless specified otherwise.

Counter	Expected profit/(loss) for the half year ending 28 February 2022	Actual profit/(loss) for the half year ended 28 February 2021	Trading statement profit/(loss) expectation
Illovo	8.87	6.12	45%

Financial year Trading Statements

Amounts in billions of Malawi Kwacha unless specified otherwise.

Counter	Expected PAT 2021	AFS PAT 2020	Trading statement profit/(loss) expectation
Press Corporation Plc	29.8	19.9	50%
FMBCH Plc (USD'million)	37.28	21.3	75%
Airtel Malawi Plc	29.82	22.09	35%
MPICO plc	6.08	4.34	40%
BHL plc	(0.87)	(0.45)	(93%)
TNM plc	9.28	7.73	20%
NBM plc	29.19	22.45	30%
NBS plc	8.46	7.05	20%

AFS – Audited Financial Statements

PAT – Profit After Tax (12 months/Full year)

Note: The reported closing rates are actual trade-weighted market average Telegraphic Transfer rates.

Dividends

Counter	Dividend type	Proposed/declared	Dividend per share (MK)	Last day to register	Date of payment
OMU	Final	Proposed	27.10	19 April 2022	23 May 2022
Standard Bank	Final	Proposed	8.52	TBA	TBA
NITL	Final	Proposed	2.25	TBA	TBA

Latest Summary Published Accounts

Amounts in billions of Malawi Kwacha unless specified otherwise.

Counter	31 December 2021	31 December 2020	Actual Change in Profit/Loss
Standard Bank	24.77	23.74	4%
Old Mutual (ZAR'billion)	7.21	5.09	42%
Sunbird Tourism Plc	0.75	(1.18)	164%
NITL Plc	4.67	1.48	216%

Other company financials

Company	31 December 2021	31 December 2020	Actual Change in Profit/Loss
Bridgepath Capital Limited (MK'million)	18.56	37.42	50%

What Happened This Week?

The Public Appointments Committee (PAC) of Parliament confirmed the recently appointed members of the Malawi Energy Regulatory Authority (MERA) Board. The MERA Board's first task would be to review the fuel selling prices which have remained constant despite international oil prices surging in the wake of the Russia-Ukraine conflict (*The Daily Times*, 31-Mar-2022).



Appendix: Historical Economic Indicators

	Oct-20	Nov-20	Dec-20	Jan-21	Feb-21	Mar-21	Apr-21	May-21	Jun-21	Jul-21	Aug-21	Sep-21	Oct-21	Nov-21	Dec-21	Jan-22	Feb-22	Week ending 1 April 2022
Exchange rates (middle rates)																		
MK/USD	759.47	765.92	776.82	776.49	787.03	790.30	797.66	800.17	811.95	817.43	820.40	822.17	821.34	822.88	818.44	822.81	822.10	823.60
MK/GBP	1,015.11	1,061.76	1,070.14	1,107.24	1,140.90	1,139.62	1,164.37	1,191.58	1,192.94	1,203.74	1,196.67	1,168.72	1,201.21	1,194.23	1,208.01	1,211.73	1,283.92	1,214.22
MK/EUR	925.23	958.34	987.95	991.78	1,006.72	993.04	1,035.48	1,042.52	1,032.04	1,048.56	1,044.60	1,026.14	1,037.74	1,099.91	1,138.47	1,072.50	1,170.30	1,031.32
MK/ZAR	49.18	53.09	56.43	54.60	55.69	56.13	59.33	62.28	61.42	60.79	60.90	58.90	59.04	57.21	57.68	61.82	64.84	66.90
Foreign Exchange Reserves																		
Gross Official Reserves (USD'mn)	635.05	584.89	574.26	502.98	483.38	410.16	392.01	414.41	424.99	404.18	604.50	521.87	405.66	389.26	429.17	399.98	385.40	-
Private Sector Reserves (USD'mn)	340.22	332.51	377.97	358.29	340.50	342.58	392.61	369.64	388.78	405.79	389.47	386.05	384.75	404.81	425.52	424.49	407.22	-
Total reserves (USD'mn)	975.27	917.4	952.23	861.27	823.88	752.74	784.62	784.05	813.77	809.97	993.97	907.92	790.41	794.07	854.69	824.47	792.62	-
Gross Official Reserves Import cover (months)	3.04	2.80	2.75	2.41	2.31	1.96	1.88	1.77	1.70	1.62	2.42	2.09	1.62	1.56	1.72	1.60	1.54	-
Inflation																		
Headline	7.50%	7.30%	7.60%	7.70%	8.30%	9.40%	9.2%	8.9%	9.1%	8.7%	8.4%	8.9%	9.8%	11.1%	11.5%	12.1%	13.0%	-
Food	10.90%	10.40%	10.50%	9.70%	10.30%	11.70%	11.5%	11.0%	11.1%	10.3%	9.7%	10.9%	11.8%	12.8%	13.6%	14.2%	15.3%	-
Non-food	4.40%	4.40%	4.90%	5.60%	6.30%	6.90%	7.0%	7.1%	7.2%	7.2%	7.2%	7.2%	7.8%	9.5%	9.5%	9.6%	10.1%	-
Interest Rates																		
Monetary Policy rate	13.50%	12.00%	12.00%	12.00%	12.00%	12.00%	12.00%	12.00%	12.00%	12.00%	12.00%	12.00%	12.00%	12.00%	12.00%	12.00%	12.00%	12.00%
Average Interbank rate	13.62%	12.51%	11.41%	11.34%	10.67%	11.37%	11.72%	13.36%	11.94%	11.96%	11.98%	11.98%	11.98%	11.98%	11.98%	11.15%	11.70%	11.70%
Average base lending rate	13.60%	13.60%	12.30%	12.10%	12.00%	11.90%	12.10%	12.10%	12.20%	12.20%	12.20%	12.20%	12.20%	12.20%	12.20%	12.20%	12.20%	12.20%
Government Securities' Yields																		
91-days Treasury Bill	9.95%	9.95%	9.95%	9.95%	9.95%	9.95%	9.88%	9.98%	9.62%	9.33%	9.60%	9.59%	9.60%	9.58%	9.70%	9.70%	9.47%	9.74%
182-days Treasury Bill	12.87%	12.73%	12.49%	12.59%	12.80%	12.80%	12.77%	12.80%	12.81%	12.96%	12.96%	12.98%	12.98%	12.98%	13.00%	13.00%	12.99%	13.00%
364-days Treasury Bill	13.88%	13.40%	13.53%	13.64%	13.77%	13.80%	13.80%	13.83%	13.87%	12.06%	14.08%	14.20%	14.20%	14.22%	14.47%	15.00%	15.00%	15.00%
2-year Treasury Note	16.46%	16.46%	16.46%	16.50%	16.50%	16.50%	16.50%	16.51%	16.65%	16.63%	16.63%	16.63%	16.64%	16.64%	16.66%	16.70%	16.70%	17.00%
3-year Treasury Note	18.47%	17.79%	18.30%	18.56%	18.66%	18.66%	18.80%	18.80%	18.97%	19.00%	18.99%	18.99%	18.99%	19.00%	19.05%	19.04%	19.33%	19.50%
5-year Treasury Note	19.82%	19.82%	19.77%	19.95%	19.97%	19.98%	19.98%	19.98%	20.08%	20.00%	20.09%	20.26%	20.44%	20.53%	20.54%	20.78%	20.78%	21.00%
7-year Treasury Note	20.75%	19.95%	20.00%	20.00%	20.50%	20.50%	20.50%	20.50%	20.59%	20.98%	21.36%	21.36%	21.36%	21.15%	20.94%	20.94%	21.98%	22.00%
10-year Treasury Note	22.14%	22.14%	22.50%	22.50%	22.50%	22.50%	22.50%	22.50%	21.85%	22.54%	23.01%	23.25%	23.00%	22.50%	22.50%	22.98%	22.98%	22.98%
Stock Market Indices																		
MASI	31,303.78	31,225.08	32,392.84	32,988.58	33,009.75	32,562.96	33,380.63	33,676.89	35,144.56	36,496.03	38,945.62	41,550.15	41,458.37	41,565.98	45,367.68	44,501.63	45,472.09	45,956.50
DSI	26,787.57	26,717.15	27,755.46	28,090.02	28,108.19	27,710.72	28,257.89	28,376.03	28,739.26	29,749.56	31,959.22	34,266.54	34,188.36	34,284.11	37,061.70	36,322.34	37,186.63	37,615.73
FSI	1,362.39	1,362.89	1,363.88	1,613.58	1,614.45	1,614.33	1,844.72	2,030.51	3,234.45	3,479.97	3,479.97	3,450.70	3,450.25	3,450.24	4,223.15	4,183.22	4,182.23	4,184.71

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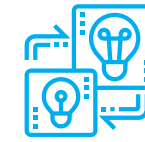
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